UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF CALIFORNIA

SCOTT ROSE, et al.,

Plaintiffs,

٧.

STEPHENS INSTITUTE,

Defendant.

Case No. 09-cv-05966-PJH

ORDER GRANTING REQUEST TO STAY PROCEDDINGS

On May 23, 2016, via letter, counsel for the defendant Academy of Art University requested to stay proceedings in this case "pending the U.S. Supreme Court's decision in Universal Health Services v. United States ex rel. Escobar, 780 F.3d 504 (1st Cir. 2015), cert. granted, No. 15-7 (U.S. July 1, 2015)."

The court's May 4, 2016 order held that the plaintiff relators' claims were limited to an "implied false certification theory." Dkt 179, p.12. The Supreme Court granted certiforari in <u>Escobar</u> to decide whether the "implied certification' theory of legal falsity under the FCA . . . is viable." Petition for Writ of Certiforari, <u>Escobar</u> (No. 15-7). A decision in <u>Escobar</u> is expected this month, and could potentially greatly impact the remaining claims in this case.

No objection or other response has been submitted by plaintiffs.

Accordingly, good cause appearing, the court orders that the case is STAYED until the Supreme Court issues its decision in <u>Escobar</u>. The case management conference scheduled for June 2, 2016 is taken off calendar and will be rescheduled at a later date.

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United States District Court

Defense counsel shall notify the court immediately upon learning of a decision in <u>Escobar</u>.

IT IS SO ORDERED.

Dated: June 1, 2016.

PHYLLIS J. HAMILTON United States District Judge